

## Successor Coeur d'Alene Custodial Trust

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### Via E-mail

April 28, 2016

Ms. Beth Sheldrake  
U.S. EPA  
1200 Sixth Ave.  
Suite 900  
Seattle, WA 98115

Mr. Bill Adams  
U.S. EPA  
1200 Sixth Ave.  
Suite 900  
Seattle, WA 98115

SUBJECT: 1st Quarter 2016 Report

Dear Beth and Bill:

Attached is the 1st Quarter 2016 Report for the Successor Coeur d'Alene Custodial Trust. The report consists of:

- A bulleted narrative of remediation activities and asset management
- A budget and expenditure spreadsheet for the first quarter
- A budget and expenditure spreadsheet closing out the 2015 Budget
- A summary spreadsheet showing the values of the three accounts
- The quarterly investment and bank account statements from BlackRock and Wells Fargo (sent to Bill with the hard copy of this report).

I certify that the reports are true and accurate to the best of my knowledge, information, and belief.

Sincerely,



Dan Silver  
Trustee

cc: Dan Meyer

Enclosures

## **Coeur d'Alene Trust**

### **1<sup>st</sup> Quarter 2016 Work Completed**

#### **Program Management Assistance (#2016-02)**

- Prepared 2016 project schedules.
- Managed CDA Trust databases and files.
- Coordinated and attended meetings with the EPA regarding environmental data transfer to Scribe database and initiated the database transfer.
- Prepared environmental covenant for IC Rock Dumps properties owned by Mine Ventures.
- Submit LBCR Annex alternatives memorandum to EPA for review.
- Prepared construction and completion reporting for the IC Rock Dumps.
- Initiated updates to remediation cost estimates for use in metrics and long-term budgeting.
- Met with EPA, IDEQ, and Panhandle Health District regarding principal threat waste.
- Prepared programmatic 2016 health and safety plan.
- Met with EPA regarding prioritization and alternatives.

#### **EFNM WCA Expansion Construction and Waste Placement (#2016-03)**

- Prepared the EFNM WCA Southern Stockpile construction summary report. Also submitted the report to EPA for review.
- Prepared the 2015 EFNM WCA operations report.
- Finalized design and RA Work Plan of the 2016 EFNM WCA expansion and issued to EPA for review.
- Issued bid package for 2016 EFNM WCA expansion and operation.
- Prepared site-specific Unanticipated Discovery Plan for the EFNM WCA expansion.
- Prepared summary of previous wetland delineation work applicability for EFNM WCA expansion.

#### **Success Complex Construction (#2016-04)**

- Prepared and submitted the 100% Success Complex design documents.
- Issued the bid package for the Success Complex remediation.
- Prepared memoranda summarizing risk management and mitigation relating to adits present at the Success Complex. Met with the EPA and USACE.
- Developed responses and coordinated finalization of wetland assessment and 401/404 compliance documents to incorporate EPA comments.

#### **EFNM Basin Source Investigation and ARARs Support (#2016-05)**

- Prepared EFNM infrastructure construction report. Also submitted the report to EPA for review.
- Prepared QAPP addendum for additional source investigation in the upper EFNM Basin.
- Evaluated potential Interstate Millsite waste contact with groundwater.

#### **Operations and Maintenance for Completed Source Control Remedies (#2016-06)**

- Conducted bimonthly and high-flow inspections of the Osburn USBM site.

- Prepared 2016 health and safety plans.

#### **Repository Operations – Lower Burke Canyon Repository (#2016-07)**

- Continued off-season operation of LBCR.
- Prepared the Annual Operations Report Also submitted the report to the EPA and IDEQ for review.
- Conducted site walk to observe erosion issues and develop resolution to fix slope.
- Prepared materials for upcoming public meeting.

#### **Limited Use Repositories – Design, Operation, and Closure (#2016-08)**

- Submitted Shoshone County Transfer Station LUR design documents to EPA and IDEQ for review.
- Prepared annual operations report.
- Evaluating and preparing preliminary design for potential Zanetti LUR site.

#### **Repository Operations – East Mission Flats Repository (#2016-09)**

- Continued off-season operation of EMFR
- Prepared annual operations report.

#### **Repository Operations – Big Creek Repository (including BCRA) (#2016-10)**

- Continued off-season operations of BCR.
- Received and stored clean topsoil.
- Prepared annual operations report.

#### **BCR Repository Expansion and Cap Design (#2016-11)**

- Submitted remedial design work plan EPA for review.
- Hauled clean soil to BCRA.
- Initiated design work on BCR expansion and capping.

#### **RA Effectiveness Monitoring and Other Water Monitoring (#2016-12)**

- Prepared update to the Programmatic QAPP.
- Prepared Special Waste Handling Memorandum.
- Submitted Ninemile watershed remedial action effectiveness monitoring plan to EPA for review.
- Prepared Ninemile Basin, Canyon Creek and Big Creek Repository Annex 2015. Monitoring Reports and 2016 HASPs. Submitted BCRA and Canyon Creek Monitoring Reports to EPA and SSAPs to IDEQ for review.
- Prepared site-specific remedial action effectiveness monitoring plan for IC Rock Dumps.
- Met with with EPA, IDEQ, USFWS, and USGS re BEMP.
- Prepared access agreements for 2016 water monitoring activities.
- Scoped 2016 water monitoring activities.
- Kick-off meeting with water monitoring team.
- Conducted reconnaissance of new sample locations and prepared for the peak flow event.
- Collected water level measurements at the Upper EFN Creek wells.
- Conducted performance water monitoring at the BCRA and reviewed laboratory data.

**Lower Basin Pilot Projects (#2016-13)**

- Completed construction to implement the Lane Marsh thin layer capping pilot project.
- Prepared health and safety plan for Lower Basin sites.
- Prepared figures and reference materials and attended meetings with EPA to discuss potential pilot projects.
- Managed analytical and spatial data for the Lower Basin received from EPA and CH2M.

**Remedy Protection Program (#2016-14)**

- Prepared record drawings and construction summary memoranda for McCarthy side gulch, Revenue Gulch, Mill Road, and South 2<sup>nd</sup> Street projects.
- Prepared 2016 Remedy Protection Health and Safety Plan.
- Submitted McCarthy, South 2<sup>nd</sup> Street and Mill Road construction summary memoranda to EPA.
- Prepared Mill Creek and Boulder Creek/Copper Street RA Work Plans.
- Prepared Mill Creek, Boulder Creek/Copper Street, and Printer's Creek CQAPs and submitted to EPA.
- Prepared Printer's Creek 90% design and submitted to EPA.
- Prepared Boulder Creek/Copper Street 90% design and submitted to EPA.
- Prepared Mill Creek 100% design and submitted to EPA.
- Prepared Boulder Creek/Copper Street bid package.
- Prepared Mill Creek bid package.
- Attended public meeting in Mullan to discuss upcoming projects.
- Prepared pre-design watershed analysis for side gulch project at the mouth of Ninemile.

**Basin Property Remediation Program (#2016-15)**

- Conducted the bidding process for the sampling and plot plan design activities for the 2016 program. Selected a contractor to perform those duties and have begun downloading information from TerraGraphics.
- Working with the BPRP construction contractor making preparations for beginning the 2016 construction season.
- The Trust is anticipating the remediation of approximately 70 properties totaling 1,000,000 square feet during the 2016 construction season.

**Roadway Improvement Program (#2016-16)**

- Coordinated with the Roads Board on preparation of the 2016 Scope of Work and Budget.
- Coordinated with the Roads Board on development of the 2016 Work Orders for the Engineering and Construction activities for the communities of Mullan, Wallace, Osburn, Shoshone County and East Side Highway District.
- Coordinating with the Roads Board on payment of invoices for 2016 engineering work completed to date.

## **Asset Management**

- The Trust spent \$3.4m through March 31 of which \$.5m was ascribed to 2016 and the rest was ascribed to the 2015 Budget.
- The Trust closed its historical checking account and moved remaining funds to a new account.
- The issues surrounding conveyance of 12 Trust properties appear to have been resolved. New conveyances have been recorded for each of these properties.
- The annual audit conducted by Peterson Sullivan PLLC was begun during the quarter.
- The Trust received and reviewed proposals from four investment firms for the long-term investment of Trust monies.
- The Department of Justice submitted documents to the U.S. District Court to appoint Dan Meyer as Successor Trustee in the event of the incapacitation or death of the Trustee.
- The stock market was highly volatile in the first three months of the year. The net increase in investment value was a positive \$7.4m by the quarter's end. The value of the Trust at the end of March was \$487.4m.

**Coeur d'Alene Trust 2016 Expenditures- Monthly Summary with Projections**  
**1st Quarter 2016**

Project No.	Task	EPA-Approved Budget	Expended To Date	Authorized Budget Remaining
<b>Coeur d'Alene Trust Program Management</b>				
2016-01	Trust Administration	\$875,000	\$177,218	\$697,782
2016-02	Program Management Assistance	\$240,000	\$23,480	\$216,520
<b>Source Control Sites</b>				
2016-03	EFNM WCA Expansion Construction and Waste Placement	\$5,674,000	\$8,108	\$5,665,893
2016-04	Success Complex Construction	\$3,960,000	\$24,388	\$3,935,612
2016-05	EFNM Basin Source Investigation and ARARs Support	\$110,000	\$616	\$109,384
2016-06	Operation and Maintenance for Completed Source Control Remedies	\$145,000	\$13,920	\$131,080
<b>Repositories</b>				
2016-07	Repository Operations-Lower Burke Canyon Repository	\$235,000	\$2,174	\$232,826
2016-08	Limited Use Repositories-Design, Operations, and Closure	\$250,000	\$1,848	\$248,152
2016-09	Repository Operations-East Mission Flats	\$305,000	\$431	\$304,569
2016-10	Repository Operations-Big Creek (including BCRA)	\$500,000	\$754	\$499,246
2016-11	BCR Repository Expansion and Cap Design	\$470,000	\$30,180	\$439,820
<b>RA Effectiveness Monitoring and Other Water Monitoring</b>				
2016-12	RA Effectiveness Monitoring and Other Water Monitoring	\$360,000	\$65,125	\$294,875
<b>Lower Basin Pilot Projects</b>				
2016-13	Unspecified Lower Basin Pilot Projects(s)	\$200,000	\$13,312	\$186,688
<b>Remedy Protection Program</b>				
2016-14	Design and Construction of Remedy Protection Projects	\$2,879,500	\$72,760	\$2,806,740
<b>Basin Property Remediation Program</b>				
2016-15	Basin Property Remediation Program-Including Large Commercial Properties	\$4,000,000	\$42,245	\$3,957,755
<b>Roadway Improvement Program</b>				
2016-16	Design and Construction of Roadway Improvement Projects	\$3,000,000	\$36,621	\$2,963,379
2016-17	Contingency	\$250,000	\$0	\$250,000
2016-18	Diesel Emissions Program	\$230,000	\$0	\$230,000
<b>Total</b>		<b>\$23,683,500</b>	<b>\$513,181</b>	<b>\$23,170,319</b>

**Coeur d'Alene Trust 2015 Budget and Expenditures -- Final**

Task	EPA-Approved Budget	Expended To Date 2015	EPA Authorized Budget Remaining	Percent of EPA Budget Expended
Coeur d'Alene Trust Program Management	\$905,000	\$844,221	\$60,779	93%
Miscellaneous Cultural Resource Programmatic Assistance	\$30,000	\$35,318	-\$5,318	118%
5-Year Review Assistance	\$75,000	\$17,481	\$57,519	23%
Mine and Mill Sites				
IC Rock Dump Construction	\$2,345,000	\$2,145,990	\$199,010	92%
EFNM WCA Waste Placement, Reporting, and Expansion Design	\$1,300,000	\$925,175	\$374,825	71%
Success Design	\$430,000	\$373,224	\$56,776	87%
EFNM Infrastructure Construction for Success	\$880,000	\$647,053	\$232,947	74%
Ninemile Basin Program Management, Prioritization, and Planning	\$200,000	\$280,217	-\$80,217	140%
NM-363 Area-Wide Investigation	\$300,000	\$299,997	\$3	100%
WDMM Research	\$30,000	\$28,007	\$1,993	93%
Repositories				
Repository Operations - Big Creek Repository and East Mission Flats Repository	\$1,250,000	\$1,011,557	\$238,443	81%
Repository Construction and Reporting - LBCR	\$310,000	\$254,138	\$55,862	82%
Repository Operations - Lower Burke Canyon Repository	\$500,000	\$145,976	\$354,024	
Repository Cap Evaluation for EMF and BCR	\$80,000	\$163,538	-\$83,538	204%
LBCR/SVNRT Options Analysis, SVNRT Access Design, SVNRT Investigation, and SVNRT 30% Design	\$1,100,000	\$727,327	\$372,673	66%
BCRA Final Design and Construction of Repository and Access Roads	\$1,350,000	\$1,222,763	\$127,237	91%
Water Monitoring - Groundwater and Surface Water	\$400,000	\$421,871	-\$21,871	105%
Lower Basin Pilot Projects				
Kahnderosa Campground Plantings and Construction Reporting	\$10,000	\$53,054	-\$43,054	531%
Unspecified Lower Basin Pilot Project	\$100,000	\$42,666	\$57,334	43%
Remedy Protection Projects - Design and Construction	\$4,300,000	\$3,700,619	\$599,381	86%
Basin Property Remediation Program - Including Large Commercial Properties	\$3,700,000	\$3,467,575	\$232,425	94%
Fill the Holes Repository Design	\$250,000	\$53,353	\$196,647	21%
Roadway Improvement Program - Design and Construction	\$4,424,000	\$4,080,536	\$343,464	92%
Subtotal	\$24,269,000	\$20,941,656	\$3,327,344	86%
Contingency	\$250,000		\$250,000	0%
Total	\$24,519,000	\$20,941,656	\$3,577,344	85%

**Coeur d'Alene Trust  
Account Values  
1st Q 2016**

	<b>1st Quarter 2016</b>				
	<i>General Work Account</i>	<i>Special Work Account</i>	<i>Custodial Account</i>	<i>4th Q Totals</i>	<i>2016 Totals</i>
<b>Beginning Account Value</b>	<b>\$ 440,753,092</b>	<b>\$ 42,567,724</b>	<b>\$ 50,007</b>	<b>\$ 483,370,823</b>	<b>\$ 483,370,823</b>
<b><i>BlackRock Investment Accounts</i></b>					
Beginning Account Value	\$ 427,113,695	\$ 42,567,724	\$ -	\$ 469,681,419	
Change in Value	\$ 6,745,611	\$ 672,896	\$ -	\$ 7,418,508	
Subtotal: Ending Balance	\$ 433,859,306	\$ 43,240,620	\$ -	\$ 477,099,927	
<b><i>Historical Wells Fargo Commercial Checking</i></b>					
Beginning Account Value	\$ 555,956			\$ 555,956	
Credits	\$ 6,923			\$ 6,923	
Debits	\$ (562,878)			\$ (562,878)	
Subtotal: Ending Balance	\$ 0	\$ -	\$ -	\$ 0	
<b><i>New Wells Fargo Commercial Checking</i></b>					
Beginning Account Value	\$ 2,561,537			\$ 2,561,537	
Credits	\$ 5,547,051			\$ 5,547,051	
Debits	\$ (3,364,074)			\$ (3,364,074)	
Subtotal: Ending Balance	\$ 4,744,514			\$ 4,744,514	
<b><i>Wells Fargo Commercial Savings</i></b>					
Beginning Account Value	\$ 10,521,123		\$ 50,007	\$ 10,571,130	
Deposit from Investment Acct.					
Transfer to Checking	\$ (5,000,000)			\$ (5,000,000)	
Interest	\$ 3,001		\$ 6	\$ 3,007	
Subtotal: Ending Balance	\$ 5,524,124		\$ 50,013	\$ 5,574,137	
<b>Quarter End Account Value</b>	<b>\$ 444,127,945</b>	<b>\$ 43,240,620</b>	<b>\$ 50,013</b>	<b>\$ 487,418,579</b>	<b>\$ 487,418,579</b>
<b>Quarterly/Annual Change in Value</b>				<b>\$ 4,047,756</b>	<b>\$ 4,047,756</b>

## Holdings

As of 03/31/2016

Most current information available as of 03/31/2016.

Accounts	SHARES	COST	ADJUSTED COST	PRICE	PRICE DATE	MARKET VALUE	WEIGHT	UNREALIZED GAIN / LOSS	ADJUSTED UNREALIZED GAIN / LOSS
<b>Reporting Currency: USD</b>									
<b>Successor Coeur d'Alene Custodial and Work Trust - Settlement Date</b>		<b>392,347,441.83</b>	<b>495,595,183.21</b>			<b>477,099,926.56</b>		<b>84,752,484.73</b>	<b>(18,495,438.12)</b>
<b>(689856) Coeur d'Alene - General Work</b>		<b>357,023,848.59</b>	<b>450,560,887.28</b>			<b>433,859,306.48</b>		<b>76,835,457.89</b>	<b>(16,701,756.66)</b>
Cash	0.86	0.86	-	1.000000	03/31/2016	0.86	0.00%	0.00	-
SHORT-TERM INVESTMENT FUND B	175.00	175.00	-	1.000000	03/31/2016	175.00	0.00%	0.00	-
Successor Coeur d'Alene Trust Strategy U/A	35,443,809.54	357,023,672.73	450,560,887.28	12.240759	03/31/2016	433,859,130.62	100.00%	76,835,457.89	(16,701,756.66)
<b>(689865) Coeur d'Alene - Specialized Work</b>		<b>35,323,593.24</b>	<b>45,034,295.93</b>			<b>43,240,620.08</b>		<b>7,917,026.84</b>	<b>(1,793,681.46)</b>
Cash	0.61	0.61	-	1.000000	03/31/2016	0.61	0.00%	0.00	-
SHORT-TERM INVESTMENT FUND B	5.00	5.00	-	1.000000	03/31/2016	5.00	0.00%	0.00	-
Successor Coeur d'Alene Trust Strategy U/A	3,532,510.89	35,323,587.63	45,034,295.93	12.240759	03/31/2016	43,240,614.47	100.00%	7,917,026.84	(1,793,681.46)

There are accounts for which we are not showing holdings.

## Disclaimers

The "-" that appears under the fund listing in the Adjusted Cost and Adjusted Unrealized Gain/Loss (if applicable) columns indicate that adjusted cost income balances are not applicable for the given funds.

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